

**BERTAM ALLIANCE BERHAD** (Company No 305530-A)INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2009  
(THE FIGURES HAVE NOT BEEN AUDITED)**CONDENSED CONSOLIDATED INCOME STATEMENT**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
	RM'000	RM'000	RM'000	RM'000
Revenue	11,102	8,187	39,711	45,182
Cost of sales	(7,322)	(5,179)	(30,550)	(35,481)
Gross profit	3,780	3,008	9,161	9,701
Other expenses	(1,873)	(1,542)	(5,224)	(4,537)
Other income	199	372	824	1,915
Finance costs	(113)	(265)	(543)	(1,291)
Profit/(loss) before taxation	1,993	1,573	4,218	5,788
Taxation	712	488	31	(284)
Net profit for the period	2,705	2,061	4,249	5,504
Attributable to:				
Equity holders of the Company	2,665	2,061	4,174	5,504
Minority interests	40	-	75	-
	2,705	2,061	4,249	5,504
Earnings per share (sen)				
- Basic	1.31	0.99	2.05	2.66
- Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report of the Group for the year ended 31 December 2008)

**BERTAM ALLIANCE BERHAD** (Company No 305530-A)

**CONDENSED CONSOLIDATED BALANCE SHEET**

	(UNAUDITED) As at 31.12.2009 RM'000	(AUDITED) As at 31.12.2008 RM'000
<b>NON CURRENT ASSETS</b>		
Property, plant and equipment	665	913
Land held for development	40,953	39,873
Other investment	81	76
Non current trade receivable	3,997	3,797
Goodwill on consolidation	10	-
	45,706	44,659
<b>CURRENT ASSETS</b>		
Land and development expenditure	132,226	79,295
Inventories	7,792	10,025
Trade and other receivables	20,235	36,058
Deposits and cash and bank balances	2,626	6,503
	162,879	131,881
<b>CURRENT LIABILITIES</b>		
Trade and other payables	55,747	14,614
Short term borrowings	1,027	9,521
Provision for taxation	163	1,277
	56,937	25,412
Net Current Assets	105,942	106,469
	151,648	151,128
Financed by:-		
Share capital	206,756	206,756
Reserves	(65,781)	(67,317)
<b>Shareholders' Fund</b>	140,975	139,439
Minority interest	416	-
<b>Total Equity</b>	141,391	139,439
Long term borrowings	4,000	5,257
Deferred taxation	6,257	6,432
	151,648	151,128
Net asset per share (RM)	0.68	0.67

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report of the Group for the year ended 31 December 2008)

**BERTAM ALLIANCE BERHAD** (Company No 305530-A)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2009**

	<b>Share Capital RM'000</b>	<b>Accumulated Losses RM'000</b>	<b>Total RM'000</b>
<b>Balance at 1 January 2009</b>	206,756	(67,317)	139,439
Movements during the period	-	1,536	1,536
<b>As at 31 December 2009</b>	<u>206,756</u>	<u>(65,781)</u>	<u>140,975</u>
<b>Balance at 1 January 2008</b>	206,756	(68,200)	138,556
Movements during the period	-	883	883
<b>As at 31 December 2008</b>	<u>206,756</u>	<u>(67,317)</u>	<u>139,439</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report of the Group for the year ended 31 December 2008)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31 DECEMBER 2009**

	<b>12 Mths Ended 31.12.2009</b>	<b>12 Mths Ended 31.12.2008</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash Flow From Operating Activities</b>		
Profit before tax	4,218	5,788
Adjustment for non-cash and non-operating items	1,511	533
Operating profit before working capital changes	<u>5,729</u>	<u>6,321</u>
Changes in working capital:-		
Net change in current assets	(36,944)	12,544
Net change in current liabilities	38,419	(1,445)
Cash generated from/(used in) operations	<u>7,204</u>	<u>17,420</u>
Taxes refunded/(paid)	(1,345)	(93)
Net cash generated from/(used in) operating activities	<u>5,859</u>	<u>17,327</u>
Net cash generated from investing activities	416	(615)
Net cash (used in)/generated from financing activities	(10,064)	(9,694)
Net increase/(decrease) in cash and cash equivalents	<u>(3,789)</u>	<u>7,018</u>
Cash and cash equivalents at beginning of the period	6,415	(603)
Cash and cash equivalents at end of the period	<u><u>2,626</u></u>	<u><u>6,415</u></u>
<b>Cash and cash equivalents comprise the following:</b>		
Cash and bank balances	2,426	2,563
Deposits with licenced financial institution	200	3,940
Bank overdrafts	-	(88)
	<u><u>2,626</u></u>	<u><u>6,415</u></u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report of the Group for the year ended 31 December 2008)

**NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE QUARTER ENDED 31 DECEMBER 2009**

**1. Basis of Preparation**

The unaudited interim financial report has been prepared in accordance with FRS 134 Interim Financial Reporting and the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial report should be read in conjunction with the annual audited financial statements of the Group for the year ended 31 December 2008.

The accounting policies and methods of computation used by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the year ended 31 December 2008.

**2. Qualified Audit Report**

The Group’s most recent annual audited financial statements for the year ended 31 December 2008 were not subject to any audit qualification.

**3. Seasonal or Cyclical Factors**

There were no material seasonal or cyclical factors affecting the performance of the Group during the period under review.

**4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period that are unusual because of their nature, size or incidence.

**5. Changes in Estimates**

There are no changes in estimates of amount which have material effect in the current interim period.

**6. Issuances, Cancellation, Repurchases, Resale and Repayment of Debts and Equity Securities**

There were no issuance and repayment of debt securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the financial period ended 31 December 2009.

**7. Dividend**

There were no dividends paid during the financial period under review.

**8. Segmental Information**

The Group has only one sector of activity, namely property development which is carried out in Malaysia.

**9. Valuation of Property, Plant and Equipment**

Property, plant and equipment are stated at cost less accumulated depreciation, amortisation and impairment loss.

**10. Subsequent Material Events**

There were no material events subsequent to the end of the financial period reported.

**11. Changes in the Composition of the Group**

There were no changes in the composition of the Group during the financial period under review.

**12. Contingent Liabilities**

The contingent liabilities of the Company and the Group as at 31 December 2009 were as follows:

	<b>Company</b> <b>RM'000</b>	<b>Group</b> <b>RM'000</b>
Guarantees to financial institutions for banking facilities granted to subsidiary companies	*9,000	-
	<u>9,000</u>	<u>-</u>

Note \* : The borrowings outstanding as at 31 December 2009 and covered by the guarantees amount to approximately RM4.5 million.

**ADDITIONAL EXPLANATORY NOTES OF THE LISTING REQUIREMENTS OF THE BMSB**

**1. Review of Performance**

For the financial quarter ended 31 December 2009, the Group recorded a turnover and profit before taxation of RM11,102,000 and RM1,993,000 respectively.

The Group recorded a higher turnover for the current financial quarter compared to RM8,187,000 posted in the corresponding quarter in 2008.

For the period under review, the Group recorded a profit after taxation of RM2,705,000 as compared to a profit after taxation of RM2,061,000 recorded in the same financial quarter last year.

For the financial year ended 31 December 2009, the Group recorded a turnover and profit before taxation of RM39,711,000 and RM4,218,000 respectively as compared to a turnover and profit before taxation of RM45,182,000 and RM5,788,000 respectively for the corresponding financial period in 2008. Despite the lower revenue, the Group was able to report a consolidated profit after taxation of RM4,249,000 for the financial year ended 31 December 2009 as compared with a profit after taxation of RM5,504,000 registered for the financial year ended 31 December 2008.

## 2. Review of Current Quarter Profitability Against Preceding Quarter

The Group registered a turnover of RM11,102,000 in the current financial quarter as compared to RM5,770,000 achieved in the immediate preceding quarter. The Group recorded a profit before taxation of RM1,993,000 as compared to a profit before taxation of RM787,000 recorded in the preceding quarter.

In tandem with the higher turnover, the Group recorded a higher profit after taxation of RM2,705,000 as compared to a profit after taxation of RM581,000 in the previous quarter.

## 3. Prospects

The Group expects continuation of the progressive recognition of revenue from the sales of its on-going projects in Selangor, Negeri Sembilan and Kedah. In addition, the Group plans to launch several new property projects located in Selangor, Melaka and Kedah.

With economy slowly showing signs of recovery, low interest environment and the government's stimulus packages, the Board is confident that the financial performance of the Group will be sustained in the forthcoming financial year.

## 4. Explanatory Note for Variance of Actual Profit from Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee and therefore, this note is not applicable.

## 5. Taxation

The taxation for the current financial quarter and the year to date are as follows:

	<b>Current Quarter 31.12.2009 RM'000</b>	<b>Cumulative Year to Date 31.12.2009 RM'000</b>
Malaysian income tax:		
Current year taxation	-	144
Overprovision in previous quarter	(682)	-
Transferred from deferred taxation	(30)	(175)
	<u>(712)</u>	<u>(31)</u>

The effective rate of taxation of the Group is lower than the statutory rate of taxation due mainly to the utilisation of unabsorbed tax losses and the overprovision of taxation in prior year.

**6. Sale of Unquoted Investments and/or Properties**

The Group did not engage in any purchase or disposal of unquoted investments and properties in the current financial quarter.

**7. Purchase or Disposal of Marketable Securities**

There were no purchases or disposal of marketable securities for the financial period under review.

**8. Corporate Proposal**

There were no corporate proposals for the financial period under review.

**9. Group Borrowings and Debt Securities**

The Group borrowings as at 31 December 2009 were as follows:

	<b>Secured RM'000</b>	<b>Unsecured RM'000</b>	<b>Total RM'000</b>
Short Term	1,027	-	1,027
Long Term	4,000	-	4,000
	<u>5,027</u>	<u>-</u>	<u>5,027</u>

All the above borrowings are denominated in Ringgit Malaysia. The Group has no debt securities as at 31 December 2009.

**10. Off Balance Sheet Financial Instruments**

The Group did not enter into any contracts involving off balance sheet financial instruments.

**11. Material Litigation**

Linear Harvest Sdn Bhd and Ong Tai Chin ("Plaintiffs") vs Bertam Development Sdn Bhd ("BDSB")

The parties have reached an amicable settlement on the matter and all court action is discontinued.

**12. Dividend**

The Board of Directors approved the payment of an interim single-tier dividend of 1.31 sen per ordinary share in respect of the financial year ended 31 December 2009.

The interim dividend will be paid on 31 March 2010 to shareholders whose names appear in the Record of Depositors on 15 March 2010.



**13. Earnings Per Share**

**(a) Basic Earnings Per Share**

	<b>Current Quarter 31.12.2009</b>	<b>Cumulative Year to Date 31.12.2009</b>
Net profit for the period (RM'000)	2,705	4,249
Issued ordinary shares ('000)	206,756	206,756
Basic earnings per share (sen)	<u>1.31</u>	<u>2.06</u>

**(b) Diluted Earnings Per Share**

The calculation of the diluted earnings per share is not applicable.

By order of the Board

Wong Wei Fong (MAICSA 7006751)  
Kuan Hui Fang (MIA 16876)  
Company Secretaries  
Date: 25 February 2010